



# STATE OF IOWA

TERRY E. BRANSTAD, GOVERNOR  
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DEPARTMENT OF HUMAN SERVICES  
CHARLES M. PALMER, DIRECTOR

## INFORMATIONAL LETTER NO.1010

**DATE:** May 13, 2011

**TO:** Iowa Medicaid Habilitation Waiver Service and Home and Community Based Waiver Service (HCBS) Providers (Excluding Individual Consumer Directed Attendant Care)

**ISSUED BY:** Iowa Department of Human Services, Iowa Medicaid Enterprise (IME)

**RE:** Cost Related to Money Follows the Person Services Reported on the Medicaid Cost Report

The reimbursement for services funded under the Money Follows the Person (MFP) program do not fall under the purview of Home and Community-Based (HCBS) waiver reimbursement in Iowa Administrative Code (IAC) 441 79.1(15) or Habilitation waiver reimbursement in IAC 441 79.1(24).

Therefore, we would like to provide additional guidance to HCBS waiver and Habilitation service providers regarding the reporting of cost for Medicaid members (herein referred to as "consumers") funded under the MFP program on the Medicaid cost report.

### Annual Habilitation Services and HCBS Waiver Services Cost Report Schedule D

When services are provided to consumers that are funded under the MFP program, the costs should be tracked and reported separately from non-MFP consumers. Cost report preparers should ensure that the costs are properly identified and reported on Schedule D in a column titled "MFP". This column should include all MFP costs, regardless of the MFP services that were provided.

### Annual HCBS Waiver Cost Report Supplemental Schedule D-3

The units of service and revenues "received" and "expected to be received" should also be reported in the "MFP" column on the appropriate supplemental cost report schedules.

### Projected D-4 Cost Report

Projected D-4 cost report submissions should properly identify which consumers are funded under the MFP program. The site rate will be calculated with the cost for the non-MFP consumers only. If there are MFP consumers at the site, the rates for all consumers should not be the same since each MFP consumer will have their own approved rate based on their needs.

Should you have any questions, please contact the IME Provider Cost Audit and Rate Setting Unit at 515-256-4610 or 866- 863-8610, or via e-mail at [costaudit@dhs.state.ia.us](mailto:costaudit@dhs.state.ia.us).